COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF INTENT TO FILE A RATE APPLICATION OF KENTUCKY-AMERICAN CASE NO. WATER COMPANY

ORDER

89-348

On December 5, 1989, Kentucky-American Water Company ("Kentucky-American") filed a letter, which the Commission will treat as a motion, requesting a deviation from the public notice requirements set forth in 807 KAR 5:011, Section 8, with respect to two wholesale customers located in Jessamine County, Kentucky. Kentucky-American serves no retail customers in Jessamine County but does sell water to the Spears Water District and Lexington-South Elkhorn Water District. Sales to both of these wholesale customers are made at meters located in Fayette County, Kentucky.

Kentucky-American requests authorization to utilize direct mail to notify the Spears Water District and Lexington-South Elkhorn Water District of the proposed rate increase in lieu of advertising in the Jessamine Journal. While the Commission's regulation governing the notice to be given of proposed rate increases does not specifically authorize the use of direct mail in this instance, direct mail will achieve the intent of the notice regulation. Therefore, the Commission finds good cause to grant Kentucky-American a deviation pursuant to 807 KAR 5:011, Section 14.

IT IS THEREFORE ORDERED that Kentucky-American be and it hereby is granted a deviation from 807 KAR 5:011, Section 8, to utilize direct mail to notify its two customers in Jessamine County of the proposed rate increase.

Done at Frankfort, Kentucky this 19th day of December, 1989.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST: